

STATEMENT OF PURPOSE

RS23042

This is the fiscal year 2015 appropriation for the Department of Health and Welfare for Independent Councils, Indirect Support Services, and Licensing and Certification. There are several sections of intent language in this bill which include three sections for department-wide efforts and four sections directed toward Indirect Support Services.

Independent Councils: Appropriates \$4,794,700 and 9 FTP with increases from changes in employee health insurance, and employee compensation.

Indirect Support Services: Appropriates \$40,689,400 and 288.5 FTP. The budget includes several maintenance of current operations adjustments starting with employee benefit increases for health insurance and workers compensation rates; an increase of \$2,901,500 for one-time replacement items; an increase of \$142,600 for statewide cost allocation, which includes increases in risk management and Attorney General fees, and decreases in State Controller and State Treasurer fees; and increases for the change in employee compensation. This division also includes three line items. The first line item provides an additional \$615,700 to reflect a new federal match rate for individuals determining Medicaid eligibility. The second line item transfers two FTP from another division and adds \$151,800 for new financial service positions. The third line item transfers three FTP from another division and adds \$209,400 for three new welfare fraud investigators. This bill also adds \$45,400 for network billing fees that are to be paid to the Department of Administration. Intent language included in this bill provides for monthly Medicaid reporting, quarterly Medicaid program integrity collections reporting, quarterly program transfer reports, and a department plan regarding appropriation by fund that is due at the end of the calendar year.

Licensing and Certification: Appropriates \$5,833,400 and 63.9 FTP. This includes increases for employee health insurance costs and workers compensation; increases for statewide cost allocation for risk management fees, an increases for the change in employee compensation and one line item that provides for \$193,600 to be used for survey-related staff pay increases.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2014 Original Appropriation	355.37	17,777,100	3,379,000	26,970,000	48,126,100
Indirect Support Services					
3. Ct Appt Guardian Background Checks	0.00	0	45,500	0	45,500
FY 2014 Total Appropriation	355.37	17,777,100	3,424,500	26,970,000	48,171,600
Noncognizable Funds and Transfers	1.03	62,700	10,600	0	73,300
FY 2014 Estimated Expenditures	356.40	17,839,800	3,435,100	26,970,000	48,244,900
Removal of One-Time Expenditures	0.00	(725,800)	0	(1,433,900)	(2,159,700)
Base Adjustments	0.00	0	0	0	0
FY 2015 Base	356.40	17,114,000	3,435,100	25,536,100	46,085,200
Benefit Costs	0.00	204,500	34,100	261,500	500,100
Replacement Items	0.00	1,597,800	0	1,303,700	2,901,500

Statement of Purpose / Fiscal Note

S1384

Statewide Cost Allocation	0.00	79,600	0	63,200	142,800
Change in Employee Compensation	0.00	194,400	32,800	244,800	472,000
FY 2015 Program Maintenance	356.40	19,190,300	3,502,000	27,409,300	50,101,600
Indirect Support Services					
5. Mndtry Medicaid Expansion - Match					
Adj					
8. Add Three Financial Services	0.00	461,800	0	153,900	615,700
Positions					
15. Add Internal Audit Staff	2.00	75,900	0	75,900	151,800
18. Add Four New Welfare Fraud Staff	0.00	0	0	0	0
Licensing and Certification	3.00	0	147,600	61,800	209,400
4. Survey Related Staff - Pay Increases					
Network Billing	0.00	54,000	0	139,600	193,600
	0.00	19,300	0	26,100	45,400
FY 2015 Total	361.40	19,801,300	3,649,600	27,866,600	51,317,500
Chg from FY 2014 Orig Approp	6.03	2,024,200	270,600	896,600	3,191,400
% Chg from FY 2014 Orig Approp.	1.7%	11.4%	8.0%	3.3%	6.6%

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